

DAILY MARKETS OVERVIEW

9 DECEMBER 2018

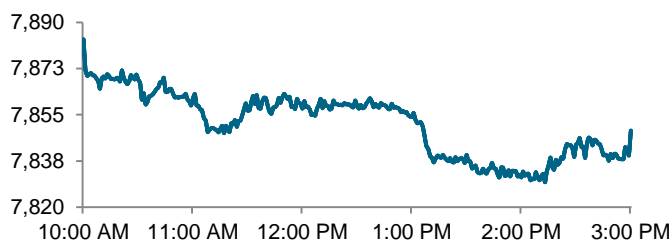
السوق السعودي كابتال

Saudi Fransi Capital

Distinguished Service, Outstanding Performance



TASI Intraday



Source: Reuters

Saudi Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Saudi (TASI)	7,849	-0.4	1.9	8.6	16.9
Saudi (NOMU)	2,416	0.0	1.6	-23.1	8.0
Energy	5,025	-1.0	2.6	17.4	19.1
Materials	5,487	-0.5	2.6	8.6	17.0
Capital Goods	4,028	-1.3	1.7	-7.2	22.8
Com. & Prof. Svc	4,425	-0.4	3.3	5.2	18.8
Transportation	3,548	-0.9	-1.1	-11.6	21.0
Cons. Durables & Apparel	3,690	-0.4	0.8	-10.9	NA
Consumer Services	3,048	-1.0	1.3	-17.3	NA
Media	11,304	1.1	2.2	46.1	NA
Retailing	6,937	-0.7	1.1	23.2	32.5
Food & Staples Retailing	6,035	-1.6	4.0	7.6	24.3
Food & Beverages	3,969	0.0	1.6	-18.9	NA
Health Care Equipment	3,704	-0.9	0.2	-16.6	19.4
Pharma, Biotech & Life Science	3,865	0.0	-0.2	-2.7	27.0
Banks	7,047	-0.5	1.6	28.1	12.6
Diversified Financials	3,351	-0.5	0.2	-16.8	NA
Insurance	4,170	-0.6	5.4	-11.7	NA
Telecommunication	5,104	0.5	2.7	20.0	16.5
Utilities	3,431	-0.1	4.0	-24.8	NA
REITs	3,629	0.2	0.8	-21.7	NA
Real Estate	3,259	-0.5	-0.1	-30.6	23.7

Sources: Bloomberg, Reuters, Tadawul

Top 5 Gainers

Company	Last Close	% Change	Value (SAR mn)
Mobile Telecommunications Co. Saudi Arabia	7.04	6.3%	104.8
MEFIC REIT Fund	8.84	5.9%	0.6
Solidarity Saudi Takaful Co.	15.90	5.3%	38.4
Eastern Province Cement Co.	20.44	4.8%	10.4
SWICORP WABEL REIT FUND	8.96	3.0%	3.0

Source: Tadawul

Upcoming General Assembly Meetings

Company	Date
Leejam Sports Co.	9-Dec-18
Najran Cement Co.	10-Dec-18
Banque Saudi Fransi	11-Dec-18
Saudi Public Transport Co.	12-Dec-18
Saudi Enaya Cooperative Insurance Co.	12-Dec-18
National Agricultural Marketing Co.	16-Dec-18

Source: Tadawul

NOTES: (1) Prices as of last trade. Updated as of December 9, 2018
(2) WTD: Week to Date and YTD: Year to Date

Saudi Market Update

- TASI closed 0.4% lower at 7,849, while NOMU ended flat at 2,416 on Thursday. TASI traded value totaled SAR 3.3bn and averaged SAR 3.1bn over the last 30 days. The five most active stocks (by value) in TASI accounted for 36.5% of the daily traded value.
- Both Banks and Materials closed 0.5% lower. Telecom ended 0.5% higher. Media (up 1.1%) was the best performer. Among stocks, Mobile Telecommunications Co. Saudi Arabia (7030/ZAINKSA AB), MEFIC REIT Fund (4346/MEFIREI AB), and Solidarity Saudi Takaful Co. (8290/SOLIDARI AB) led the gainers.
- The seasonally adjusted Emirates NBD KSA Purchasing Managers' Index rose to 55.2 in November from 53.8 in October, the highest reading this year. Both output and new orders increased at a faster rate in November. (Source: Argaam)
- The Saudi Arabian Monetary Authority (SAMA) revealed that real estate loans provided to individuals and corporate clients by commercial banks in KSA grew by 5.4% Q/Q to around SAR 229bn (USD 60.9bn) in 3Q18. (Source: Argaam)
- The Northern Region Cement Co. (3004/NORTHCEN AB) stated it is expected to post better financial results in 4Q18, on higher white cement sales, adding that the cement producer is expected to fulfill around 30-40% of the domestic demand for white cement. (Source: Argaam)
- Almarai Co.'s (2280/ALMARAI AB) CEO revealed it had hiked the selling prices of its products in July to absorb rising costs from halting production of Alfalfa and green fodder inside the country. (Source: Argaam)
- The Saudi International Petrochemical Co. (2310/SIPCHEM AB) and Sahara Petrochemical Co. (2260/SPC AB) announced that they entered into a legally binding agreement for a business merger. (Source: Trade Arabia)
- Saudi Arabian Mining Co. (1211/MAADEN AB) stated it will commence commercial production at its Maaden Rolling Company (MRC) from December 9, 2018. The plant will produce 380,000 MT per year of aluminum flat-rolled products. (Source: Argaam)

Top 5 Losers

Company	Last Close	% Change	Value (SAR mn)
Saudi Cable Co.	37.20	-2.9%	7.8
Saudi Industrial Export Co.	96.20	-2.7%	138.1
Yanbu National Petrochemical Co.	67.70	-2.5%	35.1
United International Transportation Co.	26.25	-2.2%	7.2
Al-Rajhi Co. for Cooperative Insurance	67.40	-2.2%	19.8

Most Active Stocks by Value (SAR mn)

Company	Last Close	% Change	Value (SAR mn)
Saudi Basic Industries Corp.	120.80	-0.3%	437
Alinma Bank	22.10	0.0%	324
Al Rajhi Bank	86.70	-0.8%	159
Saudi Industrial Export Co.	96.20	-2.7%	138
Riyad Bank	17.84	0.5%	133

Source: Tadawul

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GCC Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Dubai (DFM)	2,580	-2.0	-3.3	-23.4	8.7
Abu Dhabi (ADX)	4,877	1.0	2.2	10.9	13.2
Kuwait (KSE)	5,180	0.2	0.1	1.0	18.4
Qatar (QE)	10,598	0.1	2.3	24.3	15.7
Oman (MSM)	4,549	-0.1	3.1	-10.8	10.7
Bahrain (BSE)	1,320	-0.2	-0.7	-0.9	8.9
DJMENA Index	560	0.0	1.1	6.3	NA

Source: Bloomberg, Reuters

Global Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
US (S&P 500)	2,633	-2.3	-4.6	-1.5	18.0
US (NASDAQ 100)	6,969	-3.0	-4.9	1.0	20.7
UK (FTSE 100)	6,778	1.1	-2.9	-11.8	15.7
Germany (DAX)	10,788	-0.2	-4.2	-16.5	12.3
France (CAC 40)	4,813	0.7	-3.8	-9.4	15.3
Russia (MICEX)	2,431	0.8	1.6	15.2	NA
Japan (Nikkei)	21,679	0.8	-3.0	-4.8	15.2
Hong Kong (HSI)	26,064	-0.4	-1.7	-12.9	10.2
South Korea (KOSPI)	2,076	0.3	-1.0	-15.9	10.0
China (SHCOMP)	2,606	0.0	0.7	-21.2	12.3
India (NIFTY)	10,694	0.9	-1.7	1.5	22.1
Brazil (IBOV)	88,115	-0.8	-1.6	15.3	19.6
Turkey (BIST 100)	93,699	0.9	-1.8	-18.8	6.8
Egypt (EGX30)	12,388	0.0	-7.0	-17.5	11.6
MSCI Emerging Markets	979	0.0	-1.6	-15.5	11.9
MSCI World	1,991	0.0	-2.5	-5.4	16.9

Source: Bloomberg, Reuters

Commodities Prices

Index	Last Close	1 Day %	WTD %	YTD %	1 Year %
Brent Crude (\$/bbl)	61.7	2.7	5.0	-7.8	-0.9
Natural Gas (\$/mmbtu)	4.5	3.8	-2.6	60.0	44.7
Gold (\$/oz)	1,249	0.9	2.2	-4.4	0.2
Silver (\$/oz)	14.6	1.1	3.1	-14.3	-7.0
Platinum (\$/oz)	793	0.4	-0.7	-14.8	-11.3
Copper (\$/t)	6,149	1.1	-1.3	-14.7	-5.8
Zinc (\$/t)	2,681	-1.0	1.0	-19.7	-13.5
Lead (\$/mt)	1,964	0.9	0.4	-21.3	-21.6
Wheat (\$/bu)	531	3.1	3.0	14.1	6.9
Corn (\$/bu)	386	0.7	2.1	0.4	-2.1
Sugar (\$/lb)	12.9	1.8	0.2	-15.4	-14.8

Source: Bloomberg

Interest Rate Watch (3M Interbank Offer Rate, %)

Country	Last Close	1 Day Change	YTD Change	Spread*
US	2.77	0.00	1.08	0.00
Saudi Arabia	2.85	0.01	0.96	0.08
UAE	2.79	-0.01	1.00	0.02
Kuwait	2.13	0.00	0.25	-0.65
Qatar	2.80	0.00	0.15	0.03
Bahrain	3.75	0.00	1.03	0.98

Source: Reuters

NOTES: (1) Prices updated as of December 9, 2018 (2) WTD: Week to Date; YTD: Year to Date; NA: Not Applicable, *Spread = US 3M Rate – Country 3M Rate

GCC & Global Markets Update

- US markets ended in the red on Friday. S&P 500 and NASDAQ declined 2.3% and 3.0% respectively. Dow Jones Industrial closed 2.2% lower. In Europe, UK gained 1.1%. Germany declined 0.2%, while France ended 0.7% higher.
- Asian markets ended mixed on Friday. China ended flat. Japan and South Korea closed 0.8% and 0.3% higher, respectively. Hong Kong declined 0.4%, while India ended 0.9% higher.
- GCC markets ended mixed on Thursday. Dubai declined 2.0% while Abu Dhabi closed 1.0% higher. Kuwait and Qatar closed 0.2% and 0.1% higher, respectively. Oman and Bahrain declined 0.1% and 0.2%, respectively.
- According to the US EIA Petroleum status report, crude oil inventories were down by 7.3mn barrels (prior 3.6mn barrels) for the week ended November 30. (Source: Econoday)
- US jobless claims for the week ended December 1 stood at 231K (prior: 235K; consensus: 225K). (Source: Econoday)
- Change in China's CPI for November 2018 stood at -0.3% M/M, 2.2% Y/Y (prior: 0.2% M/M, 2.5% Y/Y; consensus: -0.1% M/M, 2.4% Y/Y). (Source: Econoday)
- The Organization of the Petroleum Exporting Countries (OPEC) along with Russia and its allies has reached a deal for a total of 1.2mn bpd production cut. (Source: Trade Arabia)
- Moody's revealed that the outlook for Gulf Cooperation Council (GCC) banking systems remains stable, reflecting their improving operating conditions, weakening but still, solid loan performance and strong capital. (Source: Trade Arabia)
- The seasonally adjusted Emirates NBD UAE Purchasing Managers' Index rose to 55.8 in November from 55.0 in October. The growth of the UAE's non-oil private sector picked up slightly in November as employment rose faster. (Source: Zawya)
- Kuwait's stock market will be added to S&P Dow Jones Indices' Global Benchmark Indices with an emerging market classification. (Source: GulfBase)
- The Central Bank of Bahrain (CBB) issued the final rules on open banking, which would facilitate the provision of a variety of innovative services for bank customers in the country. (Source: Trade Arabia)
- The Kuwait Fund for Arab Economic Development (KFAED) and Egypt's government inked an agreement, under which the fund would lend KWD 15mn (USD 50mn) to Cairo as a contribution to funding construction of four water desalination plants in South Sinai. (Source: GulfBase)
- Dubai-based DP World (DPW DU) successfully acquired 100% of the Unifeeder Group, an integrated logistics company with connectivity to approximately 100 ports in Northern Europe. The transaction is valued at USD 747mn (AED 2.7bn). (Source: Trade Arabia)

Coming Up

- US EIA Petroleum status report on weekly change in crude oil inventories for the week ended December 7 (prior: -7.3mn barrels) will be announced on December 12. (Source: Econoday)
- Change in US' CPI for November 2018 (prior: 0.3% M/M, 2.5% Y/Y; consensus: 0.0% M/M, 2.2% Y/Y) will be announced on December 12. (Source: Econoday)
- US jobless claims for the week ended December 8 (prior: 231K; consensus: 228K) will be announced on December 13. (Source: Econoday)



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